GOVERNMENT OF INDIA
AGRO AND RURAL INDUSTRIES
LOK SABHA

STARRED QUESTION NO:219
ANSWERED ON:29.07.2002
SETTING UP OF COTTAGE INDUSTRIES
AJAY SINGH CHAUTALA

Will the Minister of AGRO AND RURAL INDUSTRIES be pleased to state:

(a) whether Khadi and Village Industries Commission encourages setting up of cottage industries in rural areas;

(b) if so, the details thereof;

(c) the number of cottage industrial units set up till the end of June, 2002 with the encouragement provided by the Commission, State-wise;

(d) the number of people engaged in these units, State-wise; and

(e) the number of sick cottage industries as on date, State-wise and the action proposed to be taken by the Government during 2002-03 and 2003-04 for their revival?

Answer

THE MINISTER OF AGRO AND RURAL INDUSTRIES (SHRI KARIYA MUNDA)

(a) to (e): A Statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REPLY TO PART (a) TO (e) OF LOOK SABHA STARRED QUESTION NO. 219 BY SHRI SINGH CHAUTALA, MP FOR ANSWER ON 29.07.2002

(a) & (b): The Government through the Khadi and Village Industries Commission (KVIC) is implementing the Rural Employment Generation Programme (REGP) throughout the country for the development of Village Industries including cottage industries. Under this scheme, the KVIC provides margin money assistance at the rate of 25-30%. Projects costing upto Rs. 25 lakhs can be taken up under this programme. This scheme is being implemented through Public Sector Banks, Regional Rural Banks etc.

In order to further strengthen the KVI sector, a package was announced by the Government on 14.05.2001, which is under different phases of implementation. The package consists of Rebate Policy for five years, option of Rebate and Market Development Assistance (MDA), Insurance cover to Khadi artisans, emphasis on improvement of Khadi products, creation of packaging and design facilities, measures to promote marketing, brand building, cluster development, etc.

(c) & (d): The State-wise number of projects financed in cottage industries under the REGP till 30.06.2002 and employment under REGP as on 31.03.2002 are attached at Annexures-I and II. Employment figure for first quarter of current financial year is under compilation.

(e): The KVIC provides one time financial assistance in the form of margin money for setting up such village industries, in addition to assistance in the form of technological, training and marketing support. Information about the functioning of individual units is not maintained centrally. There is no scheme to provide additional financial assistance to loss making units.

Annexure I

Statement referred to in reply to part (c) of Lok Sabha Starred Question No. 219 for answer on 29.07.2002

Statewise projects financed (Provisional) as on 30.06.2002 under REGP

S.No. States/UTs No. of projects

1. Andhra Pradesh 9958

2. Arunachal Pradesh 317

3. Assam 425

4. Bihar 545

5. Goa 1931
6. Gujarat 685

7 Haryana 3509

8. Himachal Pradesh 1068

9. Jammu & Kashmir 5754
10. Karanataka 10413
11. Kerala 5592
12. Madhya Pradesh 16780
13. Maharashtra 16805
14. Manipur 623
15. Meghalaya 2784
16. Mizoram 734
17. Nagaland 4665
18. Orissa 1467
19. Punjab 7363
20. Rajasthan 20365
21. Sikkim 20
22. Tamil Nadu 3492
23. Tripura 48
24. Uttar Pradesh 11710
25. West Bengal 11441
26. Andaman & Nicobar 162
27. Chandigarh 139
28. Dadra Nagar Haveli 8
29. Daman & Diu 0
30. Delhi 203
31. Lakshdweep 01
32. Pondicherry 899
33. Jharkhand 200
34. Chhatisgarh 218
35. Uttaranchal 361

Total : 140685

ANNEXURE-II

Annexure referred to in reply to part d) of Lok Sabha Starred Question No. 219 for answer on 29.07.2002

Statewise employment (Provisional) as on 31.03.2002 under REGP

S.No. States/UTs Persons

1. Andhra Pradesh 105293

2. Arunachal Pradesh 2904

3. Assam 4743

4. Bihar 4288

5. Goa 18699

6. Gujarat 6180

7 Haryana 44261

8. Himachal Pradesh 19021

9. Jammu & Kashmir 53550
10. Karanataka 102444
11. Kerala 66240
12. Madhya Pradesh 165741
13. Maharashtra 162099
14. Manipur 5658
15. Meghalaya 25426
16. Mizoram 6808
17. Nagaland 44143
18. Orissa 12744
19. Punjab 84153
20. Rajasthan 206848
21. Sikkim 219
22. Tamil Nadu 48385
23. Tripura 922
24. Uttar Pradesh 132683
25. West Bengal 93319
26. Andaman & Nicobar 1365
27. Chandigarh 1684
28. Dadra Nagar Haveli 82
29. Delhi 1837
30. Pondicherry 8212
31. Chhatisgarh 5104
32 Jharkhand 1364
33 Uttaranchal 5663
Total : 1442128

N.B.: Includes through Banks, State Boards & CBC (MM)